

July 28, 2006

Honorable James H. Welsh
Commissioner of Conservation
Department of Natural Resources
Office of Conservation
P. O. Box 94275
Baton Rouge, Louisiana 70804-9275

RE: Proposed Substitute Unit Well and Alternate Unit Well
Miocene 4A Stringer Sand, Reservoir A
NORTH CROWLEY FIELD
Acadia Parish, Louisiana

Dear Sir:

Application is hereby made on behalf of Hilcorp Energy Company for the calling of a public hearing, after ten (10) days legal notice, to consider evidence relative to the issuance of an order pertaining to the following matters relating to the MIO 4A STRG RA SUA, located in the North Crowley Field, Acadia Parish, Louisiana, created by Office of Conservation No. 423-UU, effective March 1, 1973.

1. To designate the Hilcorp Energy Company - P. J. Reiners A No. 9 Well located in Section 46, Township 8 South, Range 1 East, in the North Crowley Field, Acadia Parish, Louisiana, as a substitute unit well.
2. To designate the Hilcorp Energy Company - P. J. Reiners No. 27 Well located in Section 45, Township 8 South, Range 1 East, in the North Crowley Field, Acadia Parish, Louisiana, as an alternate unit well.
3. To permit the operator to produce the unit allowable from the proposed substitute unit well, the proposed alternate unit well, or from both wells, at its option.
4. To continue in full force and effect the provisions of Office of Conservation Order No. 423-UU and the existing unit created thereby, except as herein specified.
5. To consider such other matters as may be pertinent.

The present unit well, the Hilcorp Energy Company - P. J. Reiners No. 27 Well produces from the Miocene 4A Stringer Sand on an intermittent basis. The designation of a substitute unit well and an alternate unit well is therefore necessary and in the interest of conservation to efficiently and economically drain a portion of the MIO 4A STRG RA SUA which cannot be efficiently and economically drained by any existing well within such unit.

The Miocene 4A Stringer Sand, Reservoir A, in the North Crowley Field, Acadia Parish, Louisiana, was fully defined in Office of Conservation Order No. 423-UU, effective March 1, 1973.

There is attached hereto and made a part hereof a plat identifying the subject unit created by Conservation Order No. 423-UU, along with the location of the proposed substitute unit well and the location of the proposed alternate unit well. Pursuant to the Revised Rules of Procedure, a list of names and addresses of the Interested Owners, Interested Parties and Represented Parties to whom this application is being sent is being furnished only to the Commissioner of Conservation and to the District Manager of the Lafayette District of the Office of Conservation. However, the list will be provided to any party requesting a copy. A diligent effort was made to ascertain the names and addresses of all Interested Owners, Interested Parties and Represented Parties as required by the Revised Rules of Procedure.

Finally there is enclosed our check on behalf of the applicant, Hilcorp Energy Company, in the sum of \$755.00 payable to the Office of Conservation and representing the required hearing application fee.

Sincerely,

LEON E. COMEAUX & ASSOCIATES



Bill McAlister, Jr.

BMJr/cu

Enclosures

cc: Mr. Richard Hudson
Office of Conservation
825 Kaliste Saloom Road
Brandywine III, Suite 200
Lafayette, Louisiana 70508-4284

Interested Parties, Interested
Owners and Represented Parties

